

**CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia
Parish Police Jury)
FERRIDAY, LOUISIANA**

ANNUAL FINANCIAL STATEMENTS

**AS OF AND FOR THE YEAR ENDED
DECEMBER 31, 2010**

**WITH
INDEPENDENT AUDITOR'S REPORT**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5/23/11



SILAS SIMMONS LLP

CERTIFIED PUBLIC ACCOUNTANTS and ADVISORS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

Annual Financial Statements
As of and for the Year Ended December 31, 2010
With Supplemental Information Schedules

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CONCORDIA PARISH LIBRARY
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FERRIDAY, LOUISIANA

Annual Financial Statements
As of and for the Year Ended December 31, 2010
With Supplemental Information Schedules

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INDEPENDENT AUDITOR'S REPORT

Board of Control
Concordia Parish Library
Ferryday, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Concordia Parish Library, a component unit of the Concordia Parish Police Jury, as of and for the year ended December 31, 2010, which collectively comprise the Library's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the Library's management. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Concordia Parish Library as of December 31, 2010, and the respective changes in financial position thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 27, 2011, on our consideration of the Concordia Parish Library's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 5 and 20 through 21 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Concordia Parish Library's basic financial statements. The other supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, based on our audit, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Silas Simmons, LLP

Natchez, Mississippi
April 27, 2011

SECTION I
REQUIRED SUPPLEMENTAL INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2010

INTRODUCTION

This discussion and analysis (MD&A) of the Concordia Parish Library's financial performance provides an overall narrative view of the Library's financial activities for the year ended December 31, 2010, as compared to 2009. The intent of this discussion and analysis is to look at the Library's performance as a whole; readers should also review the notes to the financial statements to enhance their understanding of the Library's financial performance.

The Concordia Parish Library's main office is located on 3rd Street in Ferriday, Louisiana in Concordia Parish. The Library provides library services to approximately 20,000 customers and is a component of the Concordia Parish Police Jury.

FINANCIAL HIGHLIGHTS

- Assets exceeded liabilities by \$5,286,534 and \$4,715,947 at December 31, 2010 and 2009, respectively.
- Total revenues exceeded expenditures by \$570,587 and \$596,480 at December 31, 2010 and 2009, respectively.
- The Library had net capital assets of \$1,729,265 and \$1,778,501 at December 31, 2010 and 2009, respectively.
- The total payroll was \$268,038 and \$265,965 for 2010 and 2009, respectively.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Concordia Parish Library's basic financial statements. The Library's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Library's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Library's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Library is improving or deteriorating.

The statement of activities presents information showing how the Library's net assets changed during the most recent year.

The government-wide financial statements can be found on pages 6-7 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives.

The basic governmental fund financial statements can be found on pages 8-11 of this report.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2010

OVERVIEW OF FINANCIAL STATEMENTS (continued)

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the fund financial statements. The notes to the financial statements can be found on pages 12-19 of this report.

FUND FINANCIAL ANALYSIS

Net Assets for the period ending December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Assets		
Current assets	\$ 3,573,370	\$ 2,951,804
Noncurrent assets - capital assets	<u>1,729,265</u>	<u>1,778,501</u>
Total assets	<u>\$ 5,302,635</u>	<u>\$ 4,730,305</u>
Liabilities and Net Assets		
Current liabilities	<u>\$ 16,101</u>	<u>\$ 14,358</u>
Total liabilities	<u>\$ 16,101</u>	<u>\$ 14,358</u>
Net Assets		
Investment in capital assets, net of related debt	\$ 1,729,265	\$ 1,778,501
Unrestricted	<u>3,557,269</u>	<u>2,937,446</u>
Total net assets	<u>\$ 5,286,534</u>	<u>\$ 4,715,947</u>

The following is a summary of the statement of activities:

	<u>2010</u>	<u>2009</u>
Revenues		
Ad valorem taxes	\$ 1,098,609	\$ 1,035,705
General revenues	120,225	144,350
Grants	<u>20,705</u>	<u>18,678</u>
Total revenues and transfers	<u>\$ 1,239,539</u>	<u>\$ 1,198,733</u>
Expenses		
Operating expenses	<u>\$ 668,952</u>	<u>\$ 602,253</u>
Total expenses	<u>\$ 668,952</u>	<u>\$ 602,253</u>
Increase in net assets	\$ 570,587	\$ 596,480
Net assets, beginning of year	<u>4,715,947</u>	<u>4,119,467</u>
Net assets, end of year	<u>\$ 5,286,534</u>	<u>\$ 4,715,947</u>

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED DECEMBER 31, 2010

OVERVIEW OF FINANCIAL STATEMENTS (continued)

The notes to the financial statements should be read to have a full understanding of the data in the government-wide financial statements.

CAPITAL ASSETS AND DEBT

As of December 31, 2010, the Library had \$1,729,265 invested in capital assets net of accumulated depreciation of \$309,958. During the year, expenditures of \$51,923 were made to acquire capital assets.

As of December 31, 2010, the Library had no outstanding long-term debt.

During the year, the Library purchased the following capital assets:

Automation equipment	\$ 36,923
Construction in progress	15,000
	<u>\$ 51,923</u>

COMMENT ON THE BUDGET

The Library budgeted revenues of \$1,058,250 and expenditures of \$1,058,250 during the year. Actual revenues (budget basis) were \$1,112,615 and actual expenditures budget basis were \$617,972.

LIBRARY INFORMATION

Concordia Parish Library Board is in the planning stage of building a new facility in Clayton and refurbishing the first floor of the old Vidalia courthouse. The Library administration is saving money for these projects. Architects have been hired to develop these plans and have received an initial payment. Estimated costs are \$1,000,000 for the Clayton building and \$400,000 for renovation of the Vidalia courthouse's first floor.

REQUEST FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, customers, and creditors with a general overview of the Library's finances and to show the Library's accountability for the money it receives. Any questions about this report or requests for additional information may be directed to Amanda Taylor, Director of Library, at 318-757-3550.

SECTION II
BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

STATEMENT OF NET ASSETS

DECEMBER 31, 2010

ASSETS

Cash and cash equivalents	\$ 2,479,972
Receivables	1,093,398
Capital assets, net	<u>1,729,265</u>
Total assets	<u>\$ 5,302,635</u>

LIABILITIES

Accounts payable	\$ 11,551
Accrued salaries	<u>4,550</u>
Total liabilities	<u>\$ 16,101</u>

NET ASSETS

Invested in capital assets	\$ 1,729,265
Unrestricted	<u>3,557,269</u>
Total net assets	<u>\$ 5,286,534</u>

The accompanying notes are an integral part of this financial statement.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2010

EXPENDITURES/EXPENSES	
Library services	\$ 668,952
PROGRAM REVENUES	
Fees, fines, and other charges for services	<u>1,328</u>
Net program expense	\$ <u>667,624</u>
GENERAL REVENUES	
Ad valorem taxes	\$ 1,098,609
Federal revenue sharing	8,702
State revenue sharing	42,691
Library foundation grant	20,705
Interest earned	48,646
Miscellaneous	<u>18,858</u>
Total general revenues	\$ <u>1,238,211</u>
Changes in net assets	\$ 570,587
NET ASSETS	
Beginning of year	<u>4,715,947</u>
End of year	\$ <u><u>5,286,534</u></u>

The accompanying notes are an integral part of this financial statement.

FUND FINANCIAL STATEMENTS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

BALANCE SHEET - GOVERNMENTAL FUND

DECEMBER 31, 2010

ASSETS

Cash and cash equivalents	\$ 2,479,972
Receivables (net of allowances for uncollectibles)	<u>1,093,398</u>
Total assets	<u>\$ 3,573,370</u>

LIABILITIES AND FUND BALANCES

Liabilities	
Accounts payable	\$ 11,551
Accrued salaries	<u>4,550</u>
Total liabilities	<u>\$ 16,101</u>
Fund balance	
Unreserved	<u>\$ 3,557,269</u>
Total liabilities and fund balances	<u>\$ 3,573,370</u>

The accompanying notes are an integral part of this financial statement.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUND
TO THE STATEMENT OF NET ASSETS**

DECEMBER 31, 2010

Total fund balance - governmental fund (Statement C)	\$	3,557,269
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		
Those assets consist of:		
Buildings and equipment	\$	2,039,223
Less accumulated depreciation		<u>(309,958)</u>
		<u>1,729,265</u>
Total net assets of governmental activities (Statement A)	\$	<u><u>5,286,534</u></u>

The accompanying notes are an integral part of this financial statement.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

REVENUES	
Ad valorem taxes	\$ 1,098,609
Intergovernmental revenues:	
Federal revenue sharing	8,702
State revenue sharing	42,691
Library foundation grant	20,705
Fines	1,328
Interest earned	48,646
Other revenues	<u>18,858</u>
Total revenues	<u>\$ 1,239,539</u>
EXPENDITURES	
General government	\$ 567,793
Capital outlay	<u>51,923</u>
Total expenditures	<u>\$ 619,716</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ 619,823
Fund balance - beginning of year	<u>2,937,446</u>
Fund balance - end of year	<u>\$ 3,557,269</u>

The accompanying notes are an integral part of this financial statement.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2010

Net change in fund balances - total governmental funds (Statement E)	\$	619,823
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Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay	\$	51,923	
Depreciation expense		<u>(101,159)</u>	<u>(49,236)</u>

Change in net assets of governmental activities (Statement B)	\$	<u>570,587</u>
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The accompanying notes are an integral part of this financial statement.

NOTES TO FINANCIAL STATEMENTS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

INTRODUCTION

1. The Concordia Parish Library has been a component unit of the Concordia Parish Police Jury since its inception in 1954. Administration and accounting functions for funds of the Library were transferred from the Concordia Parish Police Jury to the Concordia Parish Library Board of Control effective July 1, 2005, by R.S. 25:215(b)(15).
2. The purpose of the Concordia Parish Library (the Library) is to provide library services to the citizens of Concordia Parish.
3. The Library consists of eight (8) board members appointed by the Concordia Parish Police Jury. Members serve five (5) year terms without pay.
4. The Library has four service outlets which include branches in Ferriday, Clayton, Vidalia, and one bookmobile.
5. The Library serves approximately 20,000 people.
6. The Library has five full-time and nine part-time employees.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Date of Management's Review

Management has evaluated subsequent events through April 27, 2011, the date on which the financial statements were available to be issued.

B. Basis of Presentation

The accompanying basic financial statements of the Concordia Parish Library have been prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement 34, *Basic Financial Statements and Management's Discussion and Analysis - for State and Local Governments*, issued in June 1999.

C. Reporting Entity

The Library does not possess all the corporate powers necessary to make it a legally separate entity from the Concordia Parish Police Jury, which holds the Library's corporate powers. For this reason, the Library is a component unit of the Concordia Parish Police Jury, the financial reporting entity.

The accompanying financial statements present information only on the funds maintained by the Library and do not present information on the police jury, the general government services provided by that governmental unit, or the other governmental units that comprise the financial reporting entity.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Fund Accounting

The Library uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain Library functions and activities. A fund is defined as a separate fiscal and accounting entity with a self-balancing set of accounts.

Governmental Funds

Governmental funds account for all or most of the Library's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations of the Library. The following is a description of the Library's fund:

General Fund

The primary operating fund of the Library and accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to Library policy.

E. Measurement Focus/Basis of Accounting

Fund Financial Statements

The amounts reflected in the General Fund of Statements C and D are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balance reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of Library operations.

The amounts reflected in the General Fund of Statements A and B, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Library considers all revenues available if they are collected within 60 days after the year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Measurement Focus/Basis of Accounting (continued)

Government-Wide Financial Statements

The page labeled Statement of Net Assets (Statement A) and the page labeled Statement of Activities (Statement B) display information about the library as a whole. These statements include all the financial activities of the Library. Information contained in these statements reflect the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets, and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Program Revenues - Program revenues included in the column labeled Statement of Activities (Statement B) are derived directly from users as a fee for services; program revenues reduce the cost of the function to be financed from the Library's general revenues.

F. Budgets

The Library uses the following budget practices:

1. The Library Director prepares a proposed budget and submits same to the Library Board no later than fifteen days prior to the beginning of each year.
2. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Library Board.
6. All budgetary appropriations lapse at the end of each year.
7. Budgets are adopted on a cash basis. Budget amounts are as originally adopted, or as amended from time to time by the Library Board.

CONCORDIA PARISH LIBRARY
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FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Cash and Cash Equivalents

Cash includes amounts in demand deposits and time deposits. Under state law, the Library may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

H. Capital Assets

Capital assets are capitalized at historical cost. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Library maintains a threshold level of \$1,000 or more for capitalizing capital assets. These financial statements include capital assets acquired subsequent to December 31, 2004. All capital assets owned prior to January 1, 2005, are accounted for by the Concordia Parish Police Jury.

Capital assets are recorded in the Statement of Net Assets and Statement of Activities. Since surplus assets are sold for an immaterial amount when declared as no longer needed for public purposes, no salvage value is taken into consideration for depreciation purposes. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Furniture and fixtures	3-5 years
Vehicles	15 years

I. Compensated Absences

The Library has implemented GASB Statement Number 16 "Accounting for Compensated Absences." Under GASB Statement Number 16, a liability for unpaid vacation that is attributable to services already rendered and that is not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to benefits.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources.

J. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 2 - LEVIED TAXES

The following is a summary of authorized and levied property taxes:

	<u>Authorized Millage</u>	<u>Levied Millage</u>	<u>Expiration Date</u>
Parishwide taxes	8.5	8.5	2018

The following are the principal taxpayers and related ad valorem tax revenue for the library.

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>	<u>Ad Valorem Revenue for Library</u>
Catalyst Old River	Power Plant	\$ 35,581,680	27%	\$ 302,444
Union Underwear Co., Inc.	Warehouse	<u>14,368,040</u>	<u>11%</u>	<u>122,128</u>
Total		<u>\$ 49,949,720</u>	<u>38%</u>	<u>\$ 424,572</u>

NOTE 3 - CASH AND CASH EQUIVALENTS

At December 31, 2010, the Library has cash and cash equivalents (book balances) as follows:

Demand deposits	\$ 23,388
Time deposits	<u>2,456,584</u>
Total	<u>\$ 2,479,972</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

At December 31, 2010, the Library has \$2,493,507 in deposits (collected bank balances). These deposits are secured from risk by \$625,884 of federal deposit insurance and \$1,867,623 of pledged securities held by the custodial bank in the name of the fiscal agent bank.

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Library that the fiscal agent has failed to pay deposited funds upon demand.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 4 - RECEIVABLES

The receivables at December 31, 2010, are as follows:

<u>Class of Receivable</u>	<u>Total</u>
Ad valorem taxes	\$ 1,058,412
Accrued interest	20,770
State revenue sharing	<u>14,216</u>
Total	<u>\$ 1,093,398</u>

These accounts receivable are considered to be 100% collectable and no provision for bad debts has been made by the Library.

NOTE 5 - CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2010, is as follows:

	<u>Balance 12/31/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 12/31/10</u>
Capital assets being depreciated				
Buildings (completed)	\$ 1,543,377	\$ -	\$ -	\$ 1,543,377
Bookmobile	94,952	-	-	94,952
Equipment	348,971	36,923	-	385,894
Construction in progress	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total capital assets being depreciated	<u>\$ 1,987,300</u>	<u>\$ 51,923</u>	<u>\$ -</u>	<u>\$ 2,039,223</u>
Less accumulated depreciation:				
Buildings	\$ (90,029)	\$ (38,584)	\$ -	\$ (128,613)
Bookmobile	(31,165)	(6,330)	-	(37,495)
Equipment	<u>(87,605)</u>	<u>(56,245)</u>	<u>-</u>	<u>(143,850)</u>
Total accumulated depreciated	<u>\$ (208,799)</u>	<u>\$ (101,159)</u>	<u>\$ -</u>	<u>\$ (309,958)</u>
Total capital assets, net	<u>\$ 1,778,501</u>	<u>\$ (49,236)</u>	<u>\$ -</u>	<u>\$ 1,729,265</u>

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 6 - ACCOUNTS, SALARIES, AND OTHER PAYABLES

The accounts, salaries, and other payables at December 31, 2010, are as follows:

	<u>Total</u>
Retirement payable	\$ 11,551
Accrued salaries	<u>4,550</u>
Total	<u>\$ 16,101</u>

NOTE 7 - PENSION PLAN

Plan Description. Substantially all employees of the Concordia Parish Library are members of the Parochial Employees' Retirement System of Louisiana (System), a cost-sharing, multiple-employer defined benefit pension plan administered by a separate board of trustees. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the Library are members of Plan A.

All permanent employees working at least 28 hours per week who are paid wholly or in part from parish funds and all elected parish officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, at or after age 55 with at least 25 years of creditable service, or at any age with at least 30 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3% of their final-average salary for each year of creditable service. However, for those employees who were members of the supplemental plan only before January 1, 1980, the benefit is equal to one percent of final average salary plus \$24 for each year of supplemental-plan-only service earned before January 1, 1980.

Final average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least the amount of creditable service stated above and do not withdraw their employee contributions may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Parochial Employees' Retirement System, Post Office Box 14619, Baton Rouge, Louisiana 70898-4619, or by calling (504) 928-1361.

Funding Policy. Under Plan A, members are required by state statute to contribute 9.5% of their annual covered salary and the Library is required to contribute at an actuarially determined rate. The current rate is 12.75% of annual covered payroll. Contributions to the System also include one-fourth of 1% (except Orleans and East Baton Rouge parishes) of the taxes shown to be collectible by the tax rolls of each parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each plan.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2010

NOTE 7 - PENSION PLAN (continued)

The contribution requirements of plan members and the Library are established and may be amended by state statute. As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Library's contributions to the System under Plan A for the year ending December 31, 2010, was \$30,164, equal to the required contributions for each year.

NOTE 8 - RISK MANAGEMENT

The Library is exposed to certain risks of losses such as property damage, liability issues, and other potential losses that may occur. The Library minimizes its losses by purchase of commercial insurance. The Library's exposure over the amount of insurance is considered to be immaterial.

**SECTION III
OTHER SUPPLEMENTAL INFORMATION**

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - GOVERNMENTAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts Budget Basis</u>	<u>Differences Over/ (Under)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Ad valorem taxes	\$ 1,010,000	\$ 960,000	\$ 974,530	\$ 14,530
Federal revenue sharing	3,000	5,000	8,702	3,702
State revenue sharing	30,000	42,000	42,734	734
Library foundation grant	-	-	20,705	20,705
Fines	350	800	1,328	528
Interest earned	45,000	40,000	45,758	5,758
Other revenue	7,900	10,450	18,858	8,408
Total revenues	<u>\$ 1,096,250</u>	<u>\$ 1,058,250</u>	<u>\$ 1,112,615</u>	<u>\$ 54,365</u>
EXPENDITURES				
General government	\$ 1,146,250	\$ 1,058,250	\$ 566,049	\$ 492,201
Capital outlay	-	-	51,923	(51,923)
Total expenditures	<u>\$ 1,146,250</u>	<u>\$ 1,058,250</u>	<u>\$ 617,972</u>	<u>\$ 440,278</u>
EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	\$ (50,000)	\$ -	\$ 494,643	\$ 494,643
Fund balance - beginning of year	<u>2,859,609</u>	<u>2,859,609</u>	<u>2,859,609</u>	-
Fund balance - end of year	<u>\$ 2,809,609</u>	<u>\$ 2,859,609</u>	<u>\$ 3,354,252</u>	<u>\$ 494,643</u>

See Independent Auditor's Report.

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2010

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule

1. Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the actual data on the cash basis, and variances between the final budget and the actual data.

2. Budget/GAAP Reconciliation

The major differences between the budgetary basis and the GAAP basis are:

- a. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP).
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP).

The following schedule reconciles net change in fund balances on the budgetary basis schedules to the GAAP basis financial statements for the General Fund and each major special revenue fund:

Net change in fund balance - budget basis	\$ 494,643
Increase (decrease)	
Net adjustments for revenue accruals	126,924
Net adjustments for expenditure accruals	<u>(1,744)</u>
Net change in fund balance - GAAP basis	<u>\$ 619,823</u>

SECTION IV
REPORTS REQUIRED BY
GOVERNMENT AUDITING STANDARDS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Board of Control
Concordia Parish Library
Ferryday, Louisiana

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Concordia Parish Library as of and for the year ended December 31, 2010, which collectively comprise the Concordia Parish Library's basic financial statements and have issued our report thereon dated April 27, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Concordia Parish Library's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements; but not for the purpose of expressing an opinion on the effectiveness of the Concordia Parish Library's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Concordia Parish Library's internal control over financial reporting.

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Concordia Parish Library's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an object of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

This report is intended for the information and use of management of the Concordia Parish Library and the Legislative Auditor of the State of Louisiana. However, this report is a matter of public record and its distribution is not limited.

Silas Simmons, LLP

Natchez, Mississippi
April 27, 2011

SECTION V
SCHEDULE OF FINDINGS

CONCORDIA PARISH LIBRARY
(A Component Unit of the Concordia Parish Police Jury)
FERRIDAY, LOUISIANA

SCHEDULE OF FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2010

Section I: Summary of Auditor's Reports

1. Type of auditor's report issued on the primary government financial statements:

Governmental activities

Unqualified

2. Internal control over financial reporting:

a. Material weakness(es) identified?

No

b. Significant deficiency(s) identified that are not considered to be material weaknesses?

No

3. Noncompliance material to the primary government financial statements?

No

CONCORDIA PARISH LIBRARY
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FERRIDAY, LOUISIANA

SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

FOR THE YEAR ENDED DECEMBER 31, 2010

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Section I - Internal Control and Compliance Material to the Financial Statements:

None

Section II - Internal Control and Compliance Material to Federal Awards:

None

Section III - Management Letter:

None

CONCORDIA PARISH LIBRARY
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FERRIDAY, LOUISIANA

CURRENT YEAR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2010

<u>Ref. No.</u>	<u>Description of Finding</u>	<u>Corrective Action Planned</u>	<u>Name(s) of Contact Person(s)</u>	<u>Anticipated Completion Date</u>
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Section I - Internal Control and Compliance Material to the Financial Statements:

None

Section II - Internal Control and Compliance Material to Federal Awards:

None

Section III - Management Letter:

None